

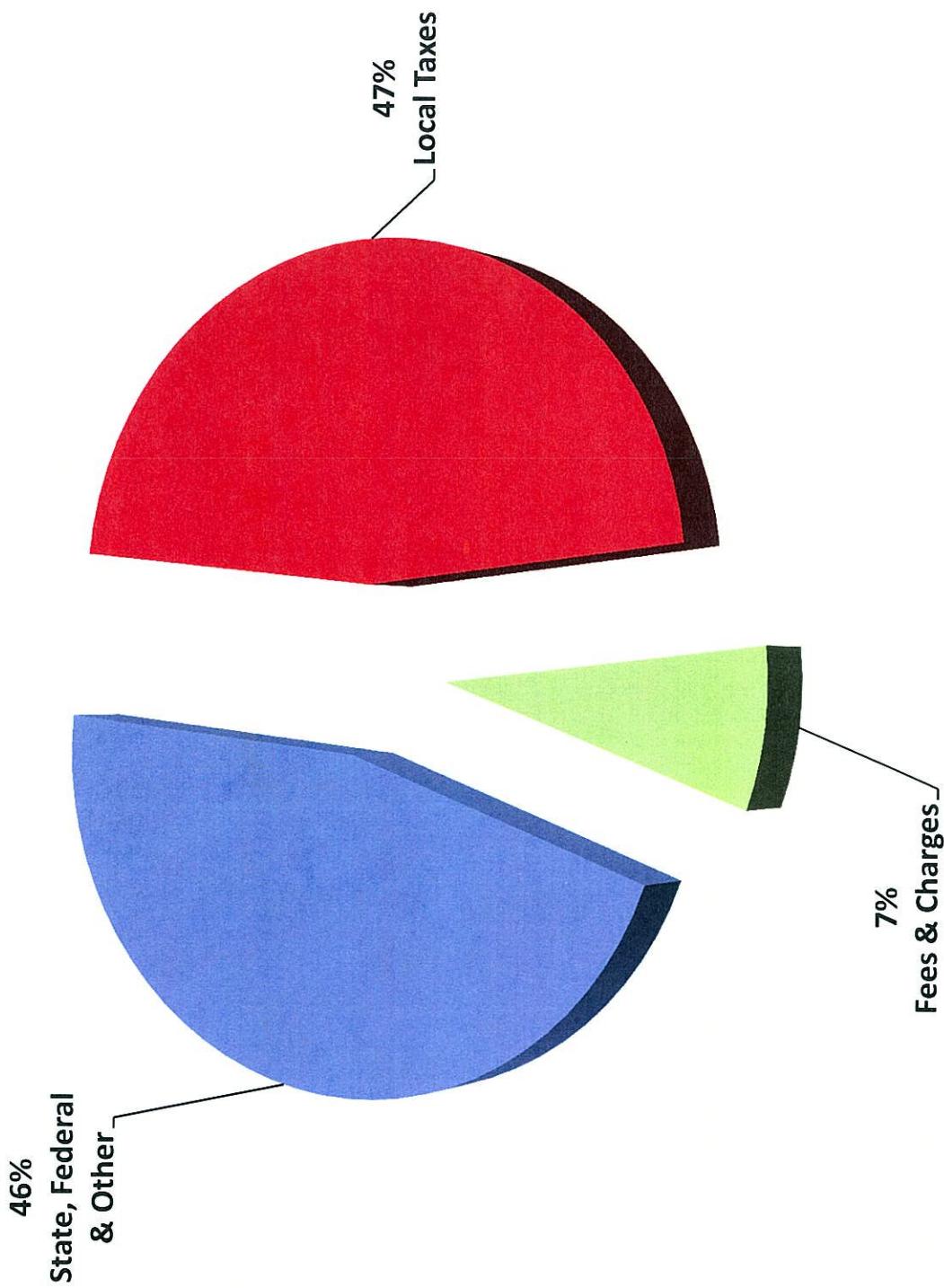
## Fund Summaries and Details



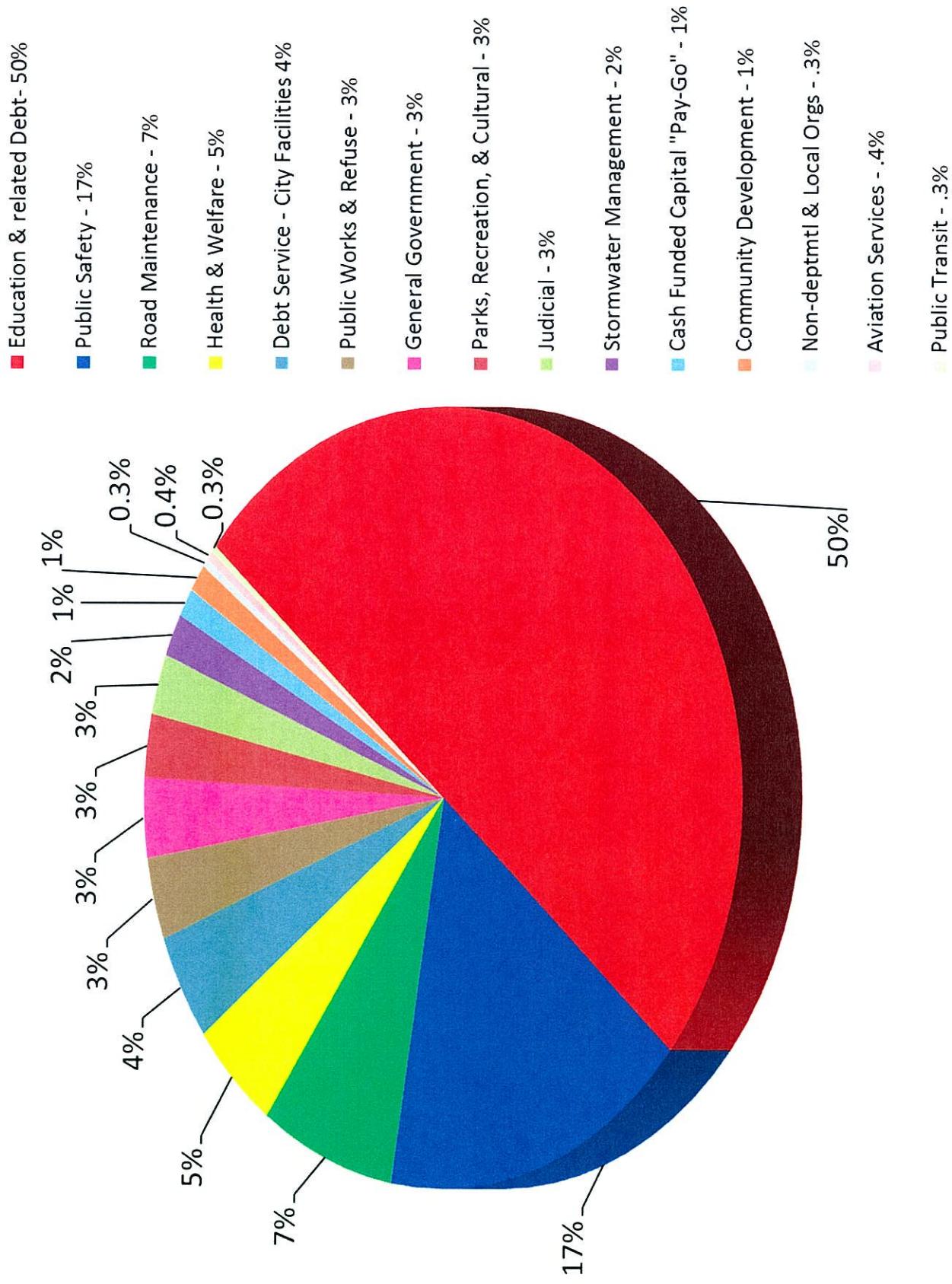
**CITY OF SUFFOLK, VIRGINIA**  
**FY 2012-13 OPERATING AND CAPITAL BUDGET**

<b>Annual Operating and Capital Budget by Fund</b>						
<b>Fund</b>		<b>Budget 2009-2010</b>	<b>Budget 2010-2011</b>	<b>Budget 2011-2012</b>	<b>Recommended Budget 2012-2013</b>	<b>Prior Yr. % Change</b>
General Fund	\$	164,274,930	\$ 163,451,792	\$ 169,359,094	\$ 173,573,360	2%
Capital Projects Fund		22,127,000	36,426,000	90,409,365	54,348,975	-40%
Debt Service Fund		24,171,189	22,675,495	25,139,326	25,650,824	2%
Downtown Business Overlay District		195,000	200,000	200,000	220,000	10%
Route 17 Special Taxing District		1,535,000	1,400,000	1,350,000	1,947,196	44%
Grants Fund		1,493,990	1,447,566	1,400,088	1,096,843	-22%
Transit System Fund		0	0	0	845,770	-
Aviation Facilities Fund		0	0	1,196,533	1,274,384	7%
Law Library Fund		79,873	48,139	42,520	48,012	13%
Road Maintenance Fund		19,144,930	19,130,398	20,012,612	21,403,945	7%
Fleet Management Fund		11,480,428	11,182,012	12,278,499	12,884,946	5%
Information Technology Fund		2,737,176	3,749,410	4,352,314	4,803,949	10%
Risk Management Fund		16,235,742	15,324,246	17,161,168	18,208,430	6%
Utility Fund		34,847,426	37,285,551	37,400,653	42,958,759	15%
Stormwater Fund		3,693,240	3,844,101	5,288,671	5,305,000	0%
Refuse Services Fund		0	0	6,940,880	5,912,350	-15%
School Fund		150,716,215	143,557,589	140,358,588	138,314,412	-1%
<b>Total Funds Budget</b>	<b>\$</b>	<b>452,732,139</b>	<b>\$ 459,722,299</b>	<b>\$ 532,890,311</b>	<b>\$ 508,797,156</b>	

## Revenue Sources for Citywide Services Excluding Capital & Utility



## Expenditures to Support Citywide Services



**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

**General Fund - Executive Summary**

	\$	%
	General Fund	Change
<b>Current R.E. Tax Rate:</b>	\$ 0.97	
<b>Proposed R.E. Tax Rate:</b>	\$ 0.97	
<b>Recommended Tax Rate Adjustment:</b>	\$ -	
<b>Reassessment Tax Rate Impact to Citizens:</b>	\$ (0.02)	
<b>Proposed Revenues:</b>	\$	173,573,360 2%
<b>Proposed Expenditures:</b>	<u>\$</u>	<u>173,573,360</u> 2%
<b>Unfunded Gap:</b>	<u>\$</u>	<u>0</u>

**PRIMARY BUDGET GOALS:**

- 1 Balance Competing Service Demands with No Tax Increase to Citizens
- 2 Protect Financial Compliance Progress and "Best Management Practices"
- 3 Fund increased costs of State mandated expenses
- 4 Maintain Critical Personnel Resources to Serve Citizens
- 5 Provide New Revenue to Support Education Priorities
- 6 Compensate Employees in accordance with the Revised Compensation Plan

**OTHER IMPORTANT BUDGET ITEMS TO NOTE:**

- Revenue increase of **\$4.2M** with \$3M (75%) provided to Schools and \$1.2M to the City to address mandated VRS cost impacts.
- Increased School Local Funding by **\$3M** to provide for increased retirement rate and additional local financial support.
- An additional **\$2M** has been provided via "one-time" **FY 12'** funding to support FY 13' School Board funding initiatives.
- Continues city cost reduction practices from prior years for cumulative operating cost reductions of \$17.3M since 2007.
- Includes NO layoffs, furloughs, or pay reductions to existing personnel
- Freezes 11 vacant positions and implements 90 freeze to all vacated positions to support implementation costs of the employee Compensation Plan.
- Transfers 1% employee retirement contribution to employees effective July-1-2012 with required pay increase per State mandate.
- Provides a 2% cost of living allocation (COLA) to all full time & part time non-probationary employees, Constitutional Officers and Council Appointees with satisfactory performance effective July 1, 2012.
- Provides 1/3rd funding effective January 1, 2013 for implementation of revised Employee Compensation Plan in a 3 phase approach to address salary compression and deficiencies.
- Adjusts eligibility for Post Employment Health Benefits from 20 year service requirement to 15 year to align with State benefit.
- Net of 2 additional positions as follows:
  - adds 3 new positions of Commercial Appraiser (Assessor), Asst. Director of Finance (Finance), and Legal Asst. I (Comm. Atty)
  - eliminates 1 Planner
  - transfers 1 vacant Marketing Specialist (Media) for new Intergovernmental Relations and Special Projects Manager (City Manager)
- Transfer of Transit service expenses to separate Transit Fund.
- Reduces Suffolk Center for Cultural Arts contribution by \$100,000 to address funding constraints supporting other local organizations.
- Provides \$40,000 increase to the Health Dept. for a Suffolk Diabetes intervention program.
- Increases funding to Voting Registrar for impacts of additional polling places and needed equipment additions and replacements.
- Incorporates estimate of anticipated vacancy savings of **\$259,000** to meet budget balancing needs.
- Provides for Financial Policy Compliance Requirements
- \$.01 of Real Estate Tax = \$890,000

**FINANCIAL POLICY COMPLIANCE STATUS:**

➤ Undesignated Fund Balance as % of Govtl' Funds - 12% minimum	12.6% Projected
➤ Capital Cash "Pay-Go" - 3% min. of General Fund Expenses	3.03% Projected
➤ Debt as % of Assessed Value - 4% maximum	2.04% Projected
➤ Debt as % of General Govt. Expense - 10% maximum	9.06% Projected

<b>SUMMARY OF BUDGETED REVENUE CHANGES FROM PRIOR YEAR:</b>		<b>\$</b>	<b>4,214,266</b>	<b>2%</b>
<b>➤ Revenue Losses:</b>				
- Real Estate Tax Value due to Reassessment		\$	(1,503,134)	
- Federal Revenue & Aid			(710,789)	
- State Revenue & Aid			(234,320)	
- Interest Earnings			(170,000)	
- Miscellaneous Other			(136,247)	
<b>➤ Revenue Gains:</b>				
- Business License Tax			1,400,000	
- Real Estate Tax Value Increase due to New Construction			1,210,756	
- Meals Tax			1,200,000	
- Real Estate Tax Value Projected Increase Due to New Construction			1,000,000	
- Personal Property Tax			700,000	
- Utility Tax			500,000	
- Public Service Corporation Tax			368,000	
- Sales Tax			300,000	
- Building Permits			190,000	
- Lodging Tax			100,000	
<b>SUMMARY OF BUDGETED EXPENDITURE CHANGES FROM PRIOR YEAR:</b>		<b>\$</b>	<b>4,214,266</b>	<b>2%</b>
<b>➤ Expenditure Increases:</b>				
- Local Contribution to Schools increase of 7% (addition of ordinance for "one-time" \$2M brings to 11.3%)		\$	3,000,000	
- Personnel & Benefits (VRS rate incr., 1% VRS employee contribn shift, 2% COLA & Comp. Plan incr. 1/1/13)			2,371,095	
- Transfer to Other Funds (Aviation, Transit new fund)			807,996	
- Debt Payments (911 Call Center/Municipal Bldg/New Stern Elementary)			524,533	
- Lease of Equipment (transfer of generators from Fleet line)			481,063	
- Information Technology Software, Support, and Equipment			181,952	
- Fleet (fuel expense)			121,113	
- Special Programs - Fee Based (Tourism, Parks, Police)			77,545	
- Marketing			25,180	
- Lease of Buildings			17,988	
- Printing			11,038	
- Travel & Training			10,438	
- Postage			6,950	
- Organizational Dues			6,844	
<b>➤ Expenditure Decreases:</b>				
- Equipment Replacements and Additions (Refuse Enterprise Start-up Costs)			(840,916)	
- Health & Welfare - Social Services			(755,186)	
- Economic Development Incentive Investments (EDIP)			(500,000)	
- Regional Organization Memberships (elimination of HRT to separate Transit Service Fund)			(487,854)	
- Risk Insurances (OPEB, Workers Comp, Health, Property, Line of Duty)			(226,619)	
- Professional Services			(194,605)	
- Repairs and Maintenance			(128,921)	
- Telecommunications			(76,086)	
- Juvenile Detention Services			(60,356)	
- Local Organization Contributions			(59,420)	
- Utilities			(53,300)	
- Uniforms			(16,980)	
- Advertising			(12,460)	
- Books & Subscriptions			(8,712)	
- Copying			(4,385)	
- Office Supplies			(2,679)	
- Regional Jail Detention Costs			(991)	
<b>TOTAL INCREASED SERVICE REQUIREMENTS:</b>		<b>\$</b>	<b>4,214,266</b>	

**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

## **Capital Projects Fund - Executive Summary**

	<u>Capital Projects</u>	%
	<u>Change</u>	
<b>Proposed Revenues:</b>	\$ 54,348,975	-40%
<b>Proposed Expenditures:</b>	<u>\$ 54,348,975</u>	<u>-40%</u>
<b>Unfunded Gap:</b>	<u>\$ -</u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ (36,060,390)	

#### **Proposal Includes:**

- Appropriation of all G.O. bonds per the Adopted CIP to provide for approved projects. The deferral of \$10M in bonds is recommended from \$20.9M to \$10.9M due to delayed cash flow need. The remaining \$10M of debt for the Southern Elem. School financing will be issued in FY 14' due to project development delays.
  - Reduced cash funding for Godwin Court Security System and Airport Hangar Access Roadway to accommodate budget limitations.
  - \$24.9M in Public Utility bond funding for recommended essential projects.
  - Leveraged State/Federal grant funds to support Aviation projects

**FINANCIAL POLICY COMPLIANCE STATUS:**

- Capital Cash "Pay-Go" - 3% min. of General Fund Expenses **3.03% Projected**

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Aviation Facilities - Executive Summary**

	Aviation	%
		Change
<b>Proposed Revenues:</b>	\$ 1,274,384	7%
<b>Proposed Expenditures:</b>	<u>\$ 1,274,384</u>	7%
<b>Unfunded Gap:</b>	<u><u>\$ -</u></u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 77,851	

**Proposal Includes:**

- Increased transfer of \$65,000 to support Airport operations from the General Fund to a Special Revenue Fund under the management of the Department of Economic Development.
- Transfer of Operating Support from the General Fund of \$172,384

**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

**Downtown Business Overlay Tax District - Executive Summary**

	\$	DBOD	%
<b>Current Tax Rate:</b>	\$ 0.125	-	
<b>Proposed Tax Rate:</b>	\$ 0.115	-	Change
 <b>Recommended Tax Rate Adjustment:</b>	 \$ (0.01)		
<b>Reassessment Tax Rate Impact to Citizens:</b>	\$ -	-	
 <b>Proposed Revenues:</b>	 \$	220,000	10%
 <b>Proposed Expenditures:</b>	 \$	<u>220,000</u>	10%
 <b>Unfunded Gap:</b>	 \$	<u>-</u>	

**Increase / (Decrease) from Prior Fiscal Year:** \$ 20,000

**Proposal Includes:**

- Reduction of tax rate by \$.01 to neutralize the impact of increased property values due to reassessment and promote economic development and business attraction in the downtown business district.
- Funding for beautification enhancements to the downtown business district, street sweeping, and refuse services.
- \$.01 Real Estate Tax = \$18,278

**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

**Law Library Fund - Executive Summary**

	<u>Law Library</u>	%
	<u>Change</u>	
<b>Proposed Revenues:</b>	\$ 48,012	13%
<b>Proposed Expenditures:</b>	<u>\$ 48,012</u>	<u>13%</u>
<b>Unfunded Gap:</b>	<u>\$ -</u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 5,492	
<b>Notable Changes:</b>		
➤ N/A		

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**RT. 17 Tax District Fund - Executive Summary**

		RT. 17 Tax District	%
			Change
<b>Current Tax Rate:</b>	\$ 0.26		
<b>Proposed Tax Rate:</b>	\$ 0.25		
<b>Recommended Tax Rate Adjustment:</b>	\$ (0.01)		
<b>Reassessment Tax Rate Impact to Citizens:</b>	\$ -		
<b>Proposed Revenues:</b>	\$	1,947,196	44%
<b>Proposed Expenditures:</b>	\$	<u>1,947,196</u>	44%
<b>Unfunded Gap:</b>	<u><u>\$ 0</u></u>		

**Increase / (Decrease) from Prior Fiscal Year:** \$ 597,196

**Proposal Includes:**

- Reduction of tax rate by \$.01 to neutralize the impact of increased property values due to reassessment and promote economic development and business attraction in the taxing district.
- Transfer of debt service for payment of previously financed transportation improvements in the taxing district.
- Allocation of \$687,196 from the Committed Fund Balance to provide Capital Project funding for:  
\$200,000 in support of Public Utilities Water Distribution and Transmission System improvements in the district.  
\$1,000,000 in support of General Government intersections improvements at College Drive/Harbour View.
- \$.01 Real Estate Tax = \$48,611

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Road Maintenance Fund - Executive Summary**

	<u>Road Maintenance</u>	%
		Change
<b>Proposed Revenues:</b>	\$ 21,403,945	7%
<b>Proposed Expenditures:</b>	<u>\$ 21,403,945</u>	7%
<b>Unfunded Gap:</b>	<u><u>\$ (0)</u></u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 1,391,333	
<b>Proposal Includes:</b>		
➤ State Road Maintenance revenue based on City lane miles of :	1,600	
➤ Addition of 1 FTE - Civil Engineer I to address work load increases		

**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

**Debt Fund - Executive Summary**

	Debt	%
		Change
<b>Proposed Revenues:</b>	\$ 25,650,824	2%
<b>Proposed Expenditures:</b>	<u>\$ 25,650,824</u>	2%
<b>Unfunded Gap:</b>	<u><u>\$ 0</u></u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 511,498	
<b>Proposal Includes:</b>		
➤ Current annual debt service for General Government and Rt. 17 Taxing District Projects.		
➤ Supports new debt payments for Capital Projects noted in the Adopted Capital Improvements Plan with exception to the reduced G.O. Bond issuance from \$20.9M to \$10.9M for new Southern Elementary School. The deferral of the remaining \$10M in cash needed for Southern Elem. School will be issued in FY 14' due to delayed cash flow needs for the project.		

**FINANCIAL POLICY COMPLIANCE STATUS:**

- |  |                 |
|--|-----------------|
| ➤ Debt as % of Assessed Value - 4% maximum         | 2.04% Projected |
| ➤ Debt as % of General Govt. Expense - 10% maximum | 9.06% Projected |

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Public Utilities - Executive Summary**

	Public Utilities	%	Change
<b>Proposed Revenues:</b>	\$ 42,958,759		15%
<b>Proposed Expenditures:</b>	<u>\$ 42,958,759</u>		15%
<b>Unfunded Gap:</b>	<u>\$ 0</u>		

**Increase / (Decrease) from Prior Fiscal Year:** \$ 5,558,106

**Proposal Includes:**

- New customer projection of 275 ERU's (Equivalent Residential Units)
- Addition of 2 FTE's - Utility Systems Worker to accommodate increased work load and public safety needs.
- The following rate structure adjustments are proposed effective July 1 :

	FY 12'	FY 13'		% Change
Water per 100 cubic feet	\$ 6.43	\$		7.13 10.9%
Sewer per 100 cubic feet	\$ 4.91	\$		5.35 9.0%
Water Availability Charge - Single Family	\$ 5,520	\$		5,520 0%
Sewer Availability Charge - Single Family	\$ 6,000	\$		6,000 0%

**FINANCIAL POLICY COMPLIANCE STATUS:**

➤ Utility Fund Financial Independence of the General Fund	Yes
➤ Unrestricted Cash and Long Term Investments Balance at 25% of operations (FY 13 rate model predicts compliance by June 30, 2013. )	33.2%
➤ Bond amortization not to exceed useful life of projects financed	Yes
➤ Debt Service Coverage Ratio of 1.30 or greater	1.51
➤ Asset Replacement and System Extension shall not be 100% debt financed upon completion of the City's new water treatment facility (2015)	On Target

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Stormwater Fund - Executive Summary**

		Stormwater	%
			Change
<b>Current Monthly Fee per ERU:</b>	\$ 5.24		
<b>Proposed Monthly Fee per ERU:</b>	\$ 5.24		
<b>Proposed Revenues:</b>		\$ 5,305,000	0%
<b>Proposed Expenditures:</b>		<u>\$ 5,305,000</u>	0%
<b>Unfunded Gap:</b>		<u><u>\$ (0)</u></u>	

**Increase / (Decrease) from Prior Fiscal Year:** \$ 16,329

**Proposal Includes:**

- Continued provision of Stormwater management services citywide to include mosquito control services.
- Draw from the Stormwater Fund Balance of \$1,150,000 in support of one-time Capital Projects to include:
  - Operations Maintenance Facility \$1,000,000
  - Kimberly Bridge Feasibility Study \$ 150,000

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Transit Fund - Executive Summary**

	Transit	%	Change
<b>Proposed Revenues:</b>	\$ 845,770	\$ -	
<b>Proposed Expenditures:</b>	<u>\$ 845,770</u>	<u>\$ -</u>	
<b>Unfunded Gap:</b>	<u>\$ -</u>		
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 845,770		
<b>Proposal Includes:</b>			
➤ New fund to capture operational costs of transit service for the City.			
➤ Outsource of service delivery Virginia Regional Transit Authority for 2 routes adopted by City Council @ \$515,000 annually.			
➤ \$261,870 for capital acquisition of City buses via grant funding assistance.			

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Refuse Fund - Executive Summary**

	\$	Refuse	%
			Change
<b>Current Monthly Fee per Household:</b>	<b>\$ 17.50</b>		
<b>Proposed Monthly Fee per Household:</b>	<b>\$ 17.50</b>		
<b>Proposed Revenues:</b>	<b>\$</b>	<b>5,912,350</b>	<b>-15%</b>
<b>Proposed Expenditures:</b>	<b>\$</b>	<b>5,912,350</b>	<b>-15%</b>
<b>Unfunded Gap:</b>	<b>\$</b>	<b>(0)</b>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	<b>\$</b>	<b>(1,028,530)</b>	

**Proposal Includes:**

- Provides for Citywide Refuse, Recycling, Bulk Refuse pick up and Landfill post closure planning and management.
- Provides for Citywide residential refuse and recycling pick-up to an estimated 29,000 households.
- Compliance plan for State 25% citywide recycling requirement.
- Elimination of 1 vacant Sanitation Equipment Operator due to efficiencies realized with automated refuse vehicles.

**City of Suffolk  
Adopted FY 12-13' Operating and Capital Budget**

**Grants Fund - Executive Summary**

	Grants	%
		Change
<b>Proposed Revenues:</b>	\$ 1,096,843	-22%
<b>Proposed Expenditures:</b>	\$ 1,096,843	-22%
<b>Unfunded Gap:</b>	<u><u>\$ (0)</u></u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ (303,245)	
<b>Proposal Includes:</b>		
➤ \$350,000 in local cash match funds to leverage State and Federal grant opportunities for the City.		
➤ Annual Allocations for CDBG and HOME funds anticipated from the Federal Government.		
➤ Transfer of 3 School Resource Officer positions to the General Fund Police Dept. with anticipated billing to the School Division.		

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Fleet Fund - Executive Summary**

	<b>Fleet</b>	% Change
<b>Proposed Revenues:</b>	\$ 12,884,946	5%
<b>Proposed Expenditures:</b>	<u>\$ 12,884,946</u>	5%
<b>Unfunded Gap:</b>	<u>\$ 0</u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 606,447	

**Proposal Includes:**

- Increased cost estimate for fuel of \$3.48 per gallon from \$3.11 per gallon (govt. secured rate).
- Replacement of fleet equipment exceeding standards for replacement due to cost and safety factors.
- Transfer of building generator expenses to applicable cost centers to appropriately allocate expense.

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Information Technology Fund - Executive Summary**

	<b>Information Technology</b>	%
		Change
<b>Proposed Revenues:</b>	\$ 4,803,949	10%
<b>Proposed Expenditures:</b>	<u>\$ 4,803,949</u>	<u>10%</u>
<b>Unfunded Gap:</b>	<u>\$ (0)</u>	
<b>Increase / (Decrease) from Prior Fiscal Year:</b>	\$ 451,636	
<b>Proposal Includes:</b>		
➤ Remaining funds for the replacement of the citywide ERP system - KRONOS payroll component.		
➤ Transfer of maintenance service contracts for E911 from Police E911 department to IT for central technology management.		
➤ Focused financial plan to address assessed deficiencies of City technology infrastructure.		

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**Risk Fund - Executive Summary**

	Risk	%	Change
<b>Proposed Revenues:</b>	\$ 18,208,430		6%
<b>Proposed Expenditures:</b>	<u>\$ 18,208,430</u>		6%
<b>Unfunded Gap:</b>	<u>\$ (0)</u>		

**Increase / (Decrease) from Prior Fiscal Year:** \$ 1,047,262

**Proposal Includes:**

- Annual OPEB funding to address required contribution to retiree benefits per GASB 45.
- Final repayment of General Fund advance in 2007 to cover fund deficit \$1,174,975.
- Continued 80% employer contribution to employee health care premiums.

**FINANCIAL POLICY COMPLIANCE STATUS:**

- Projected compliance for Risk Stabilization Reserve of 20% of anticipated claims. Yes

**City of Suffolk**  
**Adopted FY 12-13' Operating and Capital Budget**

**School Operating Fund - Executive Summary**

	Schools	%	Change
<b>Proposed Revenues:</b>	\$ 138,314,412		-1%
<b>Proposed Expenditures:</b>	<u>\$ 138,314,412</u>		-1%
<b>Unfunded Gap:</b>	<u>\$ -</u>		

**Increase / (Decrease) from Prior Fiscal Year:** \$ (2,044,176)

**Recommendation Includes:**

- Increase of \$3M in local contributions (7% increase) to provide for VRS rate increase and additional local financial support.
- Increase of additional \$2M in local contribution (11.3% total) in "one-time" funding to support School Board initiatives.

**Request to Locality Includes:**

- VRS rate increase local impact \$2M
- Composite index adjustment local impact \$1M
- 2% raise for employees \$2M
- Immediate employee VRS 5% contribution shift with required 5% salary increase to employee. \$1M
- Reduced Revenue from the State requested to be replaced by City \$500K
- Contingency for emergency use \$500K

Request:	Recomdtn
\$2M	
\$1M	
\$2M	
\$1M	
\$500K	
\$500K	
<b>\$7M</b>	<b>\$3M</b>

- Allocation of \$2M in "one-time" funding from Transportation investment to be allocated \$2M
- Adjustment to VRS employee contribution 5% shift to 1% (\$800K)
- Increased Revenue from the State per General Assembly Action (\$910K)
- Elimination of "Contingency for emergency use" as it is non-operational expense (\$500K)

**City Council Local Contribution Increase:**

**\$4.790M** **\$5M**

	Request As Provided By the School Division:				
	FY 11'	FY 12'	Requested FY 13'	% Change	
Operating Fund	\$ 121.6	\$ 118.3	\$ 124.6	5.39%	
Grant Fund	\$ 11.4	\$ 14.4	\$ 9.0	-37.27%	
Food Services Fund	\$ 6.9	\$ 7.2	\$ 7.2	0.70%	
	<b>Total Request:</b>	<b>\$ 139.8</b>	<b>\$ 139.9</b>	<b>\$ 140.9</b>	<b>0.75%</b>